



101ST GENERAL ASSEMBLY

State of Illinois

2019 and 2020

HB4212

Introduced 1/22/2020, by Rep. Yehiel M. Kalish

SYNOPSIS AS INTRODUCED:

| | |
|-----------------------|-------------------------------|
| 625 ILCS 5/5-100 | from Ch. 95 1/2, par. 5-100 |
| 625 ILCS 5/5-102.1 | from Ch. 95 1/2, par. 5-102.1 |
| 625 ILCS 5/5-106 rep. | |

Amends the Illinois Vehicle Code. Repeals the provision providing that no person may keep open, operate, or assist in keeping open or operating any established or additional place of business for the purpose of buying, selling, bartering, exchanging, or leasing, or offering for sale, barter, exchange, or lease, any motor vehicle on Sunday. Makes conforming changes. Effective immediately.

LRB101 16615 LNS 65999 b

1 AN ACT concerning transportation.

2 **Be it enacted by the People of the State of Illinois,**
3 **represented in the General Assembly:**

4 Section 5. The Illinois Vehicle Code is amended by changing
5 Sections 5-100 and 5-102.1 as follows:

6 (625 ILCS 5/5-100) (from Ch. 95 1/2, par. 5-100)

7 Sec. 5-100. Definitions. For the purposes of this Chapter,
8 the following words shall have the meanings ascribed to them as
9 follows:

10 "Additional place of business" means a place owned or
11 leased and occupied by the dealer in addition to its
12 established place of business, at which the dealer conducts or
13 intends to conduct business on a permanent or long term basis.
14 The term does not include an area where an off site sale or
15 exhibition is conducted. The Secretary of State shall adopt
16 guidelines for the administration and enforcement of this
17 definition by rule.

18 "Display exhibition" means a temporary display of vehicles
19 by a dealer licensed under Section 5-101 or 5-102, at a
20 location at which no vehicles are offered for sale, that is
21 conducted at a place other than the dealer's established and
22 additional places of business.

23 "Established place of business" means the place owned or

1 leased and occupied by any person duly licensed or required to
2 be licensed as a dealer for the purpose of engaging in selling,
3 buying, bartering, displaying, exchanging or dealing in, on
4 consignment or otherwise, vehicles and their essential parts
5 and for such other ancillary purposes as may be permitted by
6 the Secretary by rule. It shall include an office in which the
7 dealer's records shall be separate and distinct from any other
8 business or tenant which may occupy space in the same building
9 except as provided in Section 5-101.1. This office shall not be
10 located in a house trailer, residence, tent, temporary stand,
11 temporary address, room or rooms in a hotel or rooming house,
12 nor the premises occupied by a single or multiple unit
13 residence. The established place of business of a scrap
14 processor shall be the fixed location where the scrap processor
15 maintains its principal place of business. The Secretary of
16 State shall, by rule and regulation, adopt guidelines for the
17 administration and enforcement of this definition, such as, but
18 not limited to issues concerning the required hours of
19 operation, describing where vehicles are displayed and offered
20 for sale, where books and records are maintained and
21 requirements for the fulfillment of warranties. A dealer may
22 have an additional place of business as defined under this
23 Section.

24 "Motor vehicle financing affiliate" means a business
25 organization registered to do business in Illinois that,
26 pursuant to a written contract with either (1) a single new or

1 used motor vehicle dealer or (2) a single group of new or used
2 motor vehicle dealers that share a common ownership within the
3 group, purchases new or used motor vehicles on behalf of the
4 dealer or group of dealers and then sells, transfers, or
5 assigns those motor vehicles to the dealer or group of dealers.
6 The motor vehicle financing affiliate must be incorporated or
7 organized solely to purchase new or used vehicles on behalf of
8 the new or used motor vehicle dealer or group of dealers with
9 which it has contracted, shall not sell motor vehicles at
10 retail, shall perform only those business functions related to
11 the purchasing of motor vehicles and selling, transferring, or
12 assigning those motor vehicles to the dealer or group of
13 dealers. The motor vehicle financing affiliate must be licensed
14 under the provisions of Section 5-101.1 and must not be
15 licensed as a new or used motor vehicle dealer.

16 "Off site sale" means the temporary display and sale of
17 vehicles, for a period of not more than 7 calendar days
18 ~~(excluding Sundays)~~, by a dealer licensed under Section 5-101
19 or 5-102 at a place other than the dealer's established and
20 additional places of business.

21 "Relevant market area", for a new vehicle dealer licensed
22 under Section 5-101 and for a used vehicle dealer licensed
23 under Section 5-102, means the area within 10 miles of the
24 established or additional place of business of the dealer
25 located in a county with a population of 300,000 or more, or
26 within 15 miles if the established place of business is located

1 in a county with a population of less than 300,000.

2 "Trade show exhibition" means a temporary display of
3 vehicles, by dealers licensed under Section 5-101 or 5-102, or
4 any other person as defined in subsection (c) of Section
5 5-102.1, at a location at which no vehicles are offered for
6 sale that is conducted at a place other than the dealer's
7 established and additional places of business. In order for a
8 display exhibition to be considered a trade show exhibition, it
9 must be participated in by at least 3 dealers, 2 of which must
10 be licensed under Section 5-101 or 5-102; and a trade show
11 exhibition of new vehicles shall only be participated in by
12 licensed new vehicle dealers at least 2 of which must be
13 licensed under Section 5-101.

14 (Source: P.A. 90-89, eff. 1-1-98; 91-415, eff. 1-1-00.)

15 (625 ILCS 5/5-102.1) (from Ch. 95 1/2, par. 5-102.1)

16 Sec. 5-102.1. Permits for off site sales and exhibitions.

17 (a) A licensed new or used motor vehicle dealer licensed
18 under Section 5-101 or 5-102 shall not engage in any off site
19 sale without an off site sale permit issued by the Secretary
20 under this Section.

21 The Secretary shall issue an off site sale permit to a
22 dealer if:

23 (1) an application therefor is received by the
24 Secretary prior to the beginning date of the proposed off
25 site sale, accompanied by a fee of \$25;

1 (2) the applicant is a licensed new vehicle dealer or
2 used vehicle dealer in good standing; and

3 (3) the Secretary determines that the proposed off site
4 sale will conform with the requirements imposed by law.

5 However, in no event shall an off site sale permit be
6 issued to any licensed new or used vehicle dealer for any off
7 site sale to be conducted outside that dealer's relevant market
8 area, as that term is defined in this Chapter, except that this
9 restriction shall not apply to off site sales of motor homes or
10 recreational vehicles.

11 The provisions of this subsection shall not apply to
12 self-contained motor homes, mini motor homes, van campers, and
13 recreational trailers, including trailers designed and used to
14 transport vessels or watercraft.

15 ~~An off site sale permit does not authorize the sale of~~
16 ~~vehicles on a Sunday.~~

17 (b) Only a new or used vehicle dealer licensed under
18 Section 5-101 or 5-102 may participate in a display exhibition
19 and shall obtain a display exhibition permit issued by the
20 Secretary under this Section.

21 The Secretary shall issue a display exhibition permit to a
22 dealer if:

23 (1) an application therefor is received by the
24 Secretary prior to the beginning date of the proposed
25 exhibition, accompanied by a fee of \$10;

26 (2) the applicant is a licensed new vehicle dealer or

1 used vehicle dealer in good standing; and

2 (3) the Secretary determines that the proposed
3 exhibition will conform with the requirements imposed by
4 law.

5 A display exhibition permit shall be valid for a period of
6 no longer than 30 days.

7 (c) A licensed new or used motor vehicle dealer under
8 Section 5-101 or 5-102, or any other person as defined in this
9 Section, may participate in a trade show exhibition and must
10 obtain a trade show exhibition permit issued by the Secretary
11 under this Section.

12 The Secretary shall issue a trade show exhibition permit
13 if:

14 (1) an application is received by the Secretary before
15 the beginning date of the proposed trade show exhibition,
16 accompanied by a fee of \$10;

17 (2) the applicant is a licensed new vehicle dealer or
18 used vehicle dealer in good standing; and

19 (3) the Secretary determines that the proposed trade
20 show exhibition shall conform with the requirements
21 imposed by law.

22 A trade show exhibition permit shall be valid for a period
23 of no longer than 30 days.

24 The provisions of this subsection shall not apply to
25 self-contained motor homes, mini motor homes, van campers, and
26 recreational trailers, including trailers designed and used to

1 transport vessels or watercraft.

2 The term "any other person" shall mean new or used vehicle
3 dealers licensed by other states; provided however, a trade
4 show exhibition of new vehicles shall only be participated in
5 by licensed new vehicle dealers, at least 2 of which must be
6 licensed under Section 5-101.

7 (d) An Illinois or out-of-state licensed new or used
8 trailer dealer, manufactured home dealer, motor home dealer,
9 mini motor home dealer, or van camper dealer shall not engage
10 in any off site sale or trade show exhibition without first
11 acquiring a permit issued by the Secretary under this
12 subsection. However, the provisions of this Section shall not
13 apply to a licensed trailer dealer selling a mobile home or
14 manufactured housing, as defined in the Illinois Manufactured
15 Housing and Mobile Home Safety Act, if the manufactured housing
16 or mobile home has utilities permanently attached. The
17 Secretary shall issue a permit to an Illinois dealer if:

18 (1) an application is received by the Secretary before
19 the beginning date of the proposed off site sale or trade
20 show exhibition, accompanied by a fee of \$25;

21 (2) the applicant is a licensed new or used vehicle
22 dealer in good standing; and

23 (3) the Secretary determines that the proposed off site
24 sale or trade show exhibition will conform with the
25 requirements imposed by law.

26 The Secretary shall issue a permit to an out-of-state

1 dealer if the requirements of subdivisions (1), (2), and (3) of
2 this subsection (d) are met and at least 2 licensed Illinois
3 dealers will participate in the off site sale or trade show
4 exhibition.

5 A permit issued pursuant to this subsection shall allow for
6 the sale of vehicles at either an off site sale or at a trade
7 show exhibition. The permit shall be valid for a period not to
8 exceed 30 days.

9 (e) The Secretary of State may adopt rules regulating the
10 conduct of off site sales and exhibitions, and governing the
11 issuance and enforcement of the permits authorized under this
12 Section.

13 (Source: P.A. 90-718, eff. 1-1-99; 90-774, eff. 8-14-98;
14 91-357, eff. 7-29-99.)

15 (625 ILCS 5/5-106 rep.)

16 Section 10. The Illinois Vehicle Code is amended by
17 repealing Section 5-106.

18 Section 99. Effective date. This Act takes effect upon
19 becoming law.